

SEVEN COSTLY SINS IN OIL AND GAS ACQUISITIONS

1. Accounts receivable that are uncollectable
2. Mistaking expired leases and nonproducing wells as being Held by Production
3. APO interest in a well that will never payout
4. Well that Seller did not own
5. Undisclosed/undiscovered expired Pugh acreage
6. Wells on expired leases having only plugging liability
7. Gas imbalance that cannot be balanced